

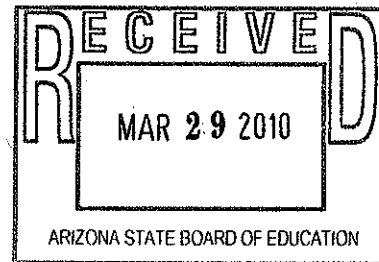


DEBRA K. DAVENPORT, CPA
AUDITOR GENERAL

STATE OF ARIZONA
OFFICE OF THE
AUDITOR GENERAL

WILLIAM THOMSON
DEPUTY AUDITOR GENERAL

March 26, 2010



Dr. Vicki Balentine, President
Arizona State Board of Education
1535 West Jefferson, Bin 11
Phoenix, AZ 85007

Dear Dr. Balentine:

Arizona Revised Statutes (A.R.S.) §15-213(A) requires the Arizona State Board of Education to adopt procurement rules for school districts. This statute also requires my Office to review and approve these rules.

We have reviewed the Arizona State Board of Education's proposed change to Arizona Administrative Code (AAC) R7-2-1002, which would increase the competitive purchasing threshold to \$50,000.

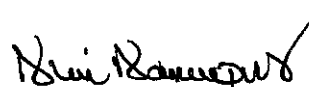
For consistency with A.R.S. §§15-271 and 41-2535, the last sentence of AAC R7-2-1002(A) should be modified to read (changes emphasized):

Procurements for amounts not exceeding \$50,000 shall comply with guidelines prescribed by the Auditor General in the Uniform System of Financial Records pursuant to A.R.S. §15-271(C).

Unless there is any further change to AAC R7-2-1002 prior to rule adoption, this concludes our review.

If you have questions concerning this matter, please call Michael Stelpstra, Accounting Services Manager, at (602) 553-0333.

Sincerely,


Debbie Davenport
Auditor General

DD/ms

cc: The Honorable Tom Horne, Superintendent of Public Instruction
Mr. Vince Yanez, Executive Director
Arizona State Board of Education
Ms. Vicki G. Salazar, Associate Superintendent for Business and Finance
Arizona Department of Education